

CLAUSE I-118 – SERVICE CONTRACT ACT OF 1965, AS AMENDED - CONTRACTS OF \$2,500 OR LESS
(August 2002)

Except to the extent that an exemption, variation, or tolerance would apply if this were a subcontract in excess of \$2,500, the Subcontractor and any Subcontractor hereunder shall pay all of his employees engaged in performing work on the subcontract not less than the minimum wage specified under section 6(a)(1) of the Fair Labor Standards Act of 1938, as amended. Regulations and interpretations of the Service Contract Act of 1965, as amended, are contained in 29 CFR Part 4.